

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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**FISCAL IMPACT STATEMENT**

**LS 7385**

**BILL NUMBER: SB 423**

**NOTE PREPARED: Jan 7, 2015**

**BILL AMENDED:**

**SUBJECT:** Property tax issues.

**FIRST AUTHOR:** Sen. Kenley

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:**     **GENERAL**  
                              **DEDICATED**  
                              **FEDERAL**

**IMPACT:** Pending

**Summary of Legislation:** Provides that a multiple county property tax assessment board of appeals (PTABOA) is created in each Indiana congressional district that includes a county with a population of 75,000 or less. Retains a PTABOA in each county with a population of more than 75,000. Provides that a multiple county PTABOA consists of three members appointed by the governor, not more than two of whom may be from the same political party. Requires the governor to set the compensation of the members of a multiple county PTABOA. Provides that the members of a multiple county PTABOA are paid by the state. Requires the auditor's office for the county with the greatest population in a multiple county PTABOA to provide administrative support to the board. Provides that the county council of each county within a multiple county PTABOA may submit recommendations to the governor for appointments to the board. Provides that, following a petition for review contesting the assessed value of tangible property, a taxpayer and a township or county official may enter into an agreement in which both parties agree to stipulate to the assessed value of the tangible property as determined by an independent appraisal. Provides certain provisions that must be included in an agreement, including provisions for selecting an independent appraiser. Requires a PTABOA, upon receipt of an agreement of the parties and an independent appraisal, to enter a stipulated determination of the assessed value of the tangible property in dispute equal to the value as determined by the independent appraisal. Provides that a PTABOA's entry of a stipulated determination may be appealed directly to the Indiana tax court, and not the Indiana board of tax appeals. Requires each PTABOA to submit an annual report of the notices for review filed with the PTABOA in the preceding year. Requires that the report must include the following: (1) The total number of notices for review filed with the PTABOA. (2) The notices for review that were resolved by a preliminary informal meeting. (3) The notices for review in which a hearing was conducted by the PTABOA. (4) The number of written decisions issued by the PTABOA. (5) The number of notices of review pending with the PTABOA. Requires that the report must be submitted to the department of local government finance, the Indiana board of tax review, and the legislative services

agency. Requires the Indiana judicial center to review the workload and backlog of cases in the Indiana tax court for calendar year 2016 and submit a report of the center's findings, analysis, and recommendations (if recommendations are made) to the legislative council before December 1, 2016. Makes conforming amendments.

**Effective Date:** July 1, 2015; January 1, 2016.

**Explanation of State Expenditures:** *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:**

**Information Sources:**

**Fiscal Analyst:** Bob Sigalow, 317-232-9859.